COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF PENDLETON COUNTY WATER) CASE NO. 9350
DISTRICT - DIVISION II)

ORDER

On May 30, 1985, Pendleton County Water District, Division II, (Pendleton") filed its application with the Public Service Commission ("Commission") seeking authority to adjust its rates in accordance with 807 KAR 5:067, Purchased Water Adjustment Clause.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

- (1) Pendleton's supplier, City of Falmouth ("City"), increased the wholesale cost of water an average of \$.47 per 1,000 gallons, effective with July 1985 billings.
- (2) The statements of water purchased and sold filed by Pendleton for the 12-month period ending April 30, 1985, show that its water loss for Division II is less than one percent.
- (3) The total allowable increase in purchased water costs is \$4,713, resulting in a purchased water adjustment in the amount of \$.47 per 1,000 gallons.
- (4) The financial information filed by Pendleton indicates that it cannot absorb an increase of this magnitude.

(5) The purchased water adjustment in the amount of \$.47 per 1,000 gallons and the rates in Appendix A are fair, just and reasonable and should be approved.

IT IS THEREFORE ORDERED that the purchased water adjustment in the amount of \$.47 per 1,000 gallons and the rates in Appendix A be and they hereby are approved for services rendered on and after the date of this Order.

IT IS FURTHER ORDERED that for the purpose of future application of the purchased water adjustment clause of Pendleton, the base rate for purchased water shall be:

Supplier			Rate	<u>e</u>			
City of Falmouth	Next Next Next	3,000 5,000 40,000	gal. gal. gal.		1.59 1.30 1.08	minimum per 1,000 per 1,000 per 1,000	gal.
	Over	50,000	gaı.		1.40	per 1,000	gar.

IT IS FURTHER ORDERED that within 30 days of the date of this Order, Pendleton shall file its revised tariff sheet setting out the rates approved herein.

Done at Frankfort, Kentucky, this 18th day of July, 1985.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9350 DATED JULY 18, 1985

The following rates and charges are prescribed for the customers in the area served by Pendleton County Water District, Division II. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RESIDENTIAL

Gallonage Blocks	Rates
First 2,000 gallons	\$9.21 Minimum
Next 3,000 gallons	3.41 per 1,000 gallons
Next 10,000 gallons	2.71 per 1,000 gallons
Over 15,000 gallons	2.61 per 1,000 gallons

SPECIAL CONTRACTS

Rates				
\$3,172.00 Minimum				
2.61 per 1,000 gallons				
PENDLETON COUNTY HIGH SCHOOL				
Rates				

First 150,000 gallons \$410.20 minimum

Over 150,000 gallons 2.61 per 1,000 gallons